



## Infrastructure Revolving Loan Fund

**Purpose:** This program provides loans to political subdivisions for essential infrastructure projects.

**Allocation of funds:** The funding availability for the first year of the 2015-2017 biennium will be \$50,000,000 for [communities](#) serving a population of less than 2,000 and \$100,000,000 for [communities](#) serving a population of greater than 2,000 as defined in the most recent U.S. Census data source. Thereafter, after the first year of the 2015-2017 biennium, all North Dakota political subdivisions may apply for available funds.

**Eligibility:**

- A project must be implemented by a North Dakota political subdivision which has been determined to be a priority for the state based upon a priority ranking methodology as established by the Bank.
- Political subdivisions which receive funds distributed by the state treasurer or the Department of Transportation as approved by Senate Bill 2103 of the 64th Legislative Assembly will be ineligible to receive a loan under this Fund until July 1, 2017.

**Use of proceeds:**

- New water or wastewater treatment plants
- New sewer, storm sewer and water lines
- New transportation infrastructure including curb and gutter construction
- Other infrastructure needs as established by the Bank
- Ineligible use of proceeds includes:
  - Building construction other than structures integral to treatment plants or other approved processes
  - Refinancing of existing debt or other obligations

**Loan amount:** Cumulative loan amounts may not exceed \$15,000,000 per applicant.

**Interest rate:** 2.00% fixed rate

**Fees:** BND may charge an origination fee and charge the borrower for all fees associated with the project and loan servicing expenses.

**Loan terms:** The term of the construction and permanent financing period may not exceed 30 years.

**Collateral:** BND may take all steps necessary and appropriate to preserve security.

**Additional requirements:**

- Loan application must be submitted to BND.
- BND will review and determine project priority ranking based on established parameters.
- The following must be submitted in addition to the application:
  - Legal opinion and resolution of the governing board of the political subdivision confirming the project
  - Preliminary engineering study, environmental impact analysis as necessary
  - Project analysis including:
    - A listing of other sources of funding for the project intended to leverage the dollars requested of the Infrastructure Revolving Loan Fund
    - A description of the nature of the proposed infrastructure project with some focus on the need for the project, the reasons it is in the public interest, and the overall economic impact to the state or regions within the state
    - The estimated cost of the project and the amount of the loan sought
    - Financial statements for the subdivision, as well as projections to support the repayment capacity for the project
    - Any other data or documentation as deemed necessary